

# 16.205-1 Description.

A fixed-price contract with prospective price redetermination provides for-

- (a) A firm fixed price for an initial period of contract deliveries or performance; and
- (b) Prospective redetermination, at a stated time or times during performance, of the price for subsequent periods of performance.

**Parent topic:** [16.205 Fixed-price contracts with prospective price redetermination.](#)